State of Arizona· House of Representatives Forty-fifth Legislature Second Regular Session 2002

CHAPIER 145

HOUSE BILL 2470

AN ACT

AMENDING SECTIONS 28-4546, 28-4549, 28-4553, 28-5006, 28-5007, 28-5008, 28-5009 AND 28-5101, ARIZONA REVISED STATUTES; RELATING TO TEMPORARY REGISTRATION PLATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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 Be it enacted by the Legislature of the State of Arizona:

Section 1. Section 28-4546, Arizona Revised Statutes, is amended to read:

28-4546. Temporary license plates

- A. The director may issue to new motor vehicle dealers and used motor vehicle dealers temporary registration plates that dealers may issue subject to the limitations and conditions prescribed in sections 28-4547 through 28-4554.
- B. THE DIRECTOR SHALL ESTABLISH A SYSTEM TO REQUIRE THE RECORDING OF TEMPORARY REGISTRATION PLATE INFORMATION THROUGH ELECTRONIC MEDIA ON THE DEPARTMENT'S VEHICLE TITLE AND REGISTRATION DATABASE. THE TEMPORARY REGISTRATION PLATE INFORMATION SHALL BE MADE AVAILABLE TO LAW ENFORCEMENT OFFICERS. THE DIRECTOR SHALL IMPLEMENT THE RECORDING OF TEMPORARY REGISTRATION PLATE INFORMATION THROUGH ELECTRONIC MEDIA WHEN THE DIRECTOR DETERMINES THE SYSTEM IS OPERATIONAL, BUT NO LATER THAN JULY 1, 2003.
 - Sec. 2. Section 28-4549, Arizona Revised Statutes, is amended to read: 28-4549. <u>Electronic record of temporary registration as notice</u>

of transfer

A dealer who issues temporary registration plates shall send to the department on the day THROUGH AN AUTHORIZED THIRD PARTY OR THE DEPARTMENT'S AUTHORIZED THIRD PARTY ELECTRONIC SERVICE PROVIDER BEFORE the dealer issues the plates a copy an electronic record of the temporary registration plates. This copy electronic record is written notice of the transfer. EACH DEALER SENDING AN ELECTRONIC RECORD OF THE TEMPORARY REGISTRATION PERMIT THROUGH THE DEPARTMENT'S AUTHORIZED THIRD PARTY ELECTRONIC SERVICE PROVIDER SHALL PAY A FEE OF ONE DOLLAR TO THE DEPARTMENT'S AUTHORIZED THIRD PARTY ELECTRONIC SERVICE PROVIDER.

Sec. 3. Section 28-4553, Arizona Revised Statutes, is amended to read: 28-4553. <u>Temporary registration plates: violation:</u>

classification

- A. A dealer shall not lend to a person or use on a vehicle that the dealer owns temporary registration plates.
 - B. A person shall not:
- 1. ISSUE A TEMPORARY REGISTRATION PLATE BEFORE SENDING AN ELECTRONIC RECORD TO THE DEPARTMENT. A PERSON WHO VIOLATES THIS PARAGRAPH IS GUILTY OF A CLASS 3 MISDEMEANOR.
- $rac{1.}{1.}$ 2. Issue a temporary registration plate containing a misstatement of fact. A person who violates this paragraph is guilty of a class 3 misdemeanor.
- 2. 3. Knowingly insert false information on the face of the temporary registration plate. A person who violates this paragraph is guilty of a class 2 misdemeanor.

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- Sec. 4. Section 28-5006, Arizona Revised Statutes, is amended to read: 28-5006. <u>Issuance of temporary registration</u>
- A. A title service company shall not issue, assign or deliver temporary registration plates unless both ALL of the following apply:
- 1. The temporary registration plates are issued, assigned or delivered before or at the same time the title service company BEFORE THE TITLE SERVICE COMPANY files an application for a certificate of title and an application for annual registration of the vehicle, THE TITLE SERVICE COMPANY SHALL SEND TO THE DEPARTMENT THROUGH AN AUTHORIZED THIRD PARTY OR THE DEPARTMENT'S AUTHORIZED THIRD PARTY ELECTRONIC SERVICE PROVIDER, AN ELECTRONIC RECORD OF THE TEMPORARY REGISTRATION PLATES.
- 2. EACH TITLE SERVICE COMPANY SENDING AN ELECTRONIC RECORD OF THE TEMPORARY REGISTRATION PERMIT THROUGH THE DEPARTMENT'S AUTHORIZED THIRD PARTY ELECTRONIC SERVICE PROVIDER SHALL PAY A FEE OF ONE DOLLAR TO THE DEPARTMENT'S AUTHORIZED THIRD PARTY ELECTRONIC SERVICE PROVIDER.
- 2. 3. All other prerequisites to the registration of a vehicle pursuant to law are satisfied.
- B. The title service company shall promptly send the applications and the fees prescribed in section 28-5005 to the registering officer.
- C. A person may operate a vehicle for which application is made on a highway in this state while the temporary registration is valid.
 - Sec. 5. Section 28-5007, Arizona Revised Statutes, is amended to read: 28-5007. Electronic record of temporary registration; notice of transfer

On the day BEFORE a title service company issues temporary registration plates, the company shall send to the director a copy DEPARTMENT THROUGH AN AUTHORIZED THIRD PARTY OR THE DEPARTMENT'S AUTHORIZED THIRD PARTY ELECTRONIC SERVICE PROVIDER AN ELECTRONIC RECORD of the temporary registration plates. This copy ELECTRONIC RECORD is written notice of the transfer.

- Sec. 6. Section 28-5008, Arizona Revised Statutes, is amended to read: 28-5008. <u>Temporary registration plates: contents</u>
- A. A person who issues temporary registration plates shall affix or insert clearly and indelibly on the face of each temporary plate both:
 - 1. The date of issuance and expiration.
- 2. The make, motor number and serial number of the vehicle for which the plate or marker is issued.
- B. A temporary registration plate expires and is void on receipt of a license plate provided pursuant to section 28-2351 or a year validating tab or on the expiration of forty-five days from the date of issuance.
- C. A person to whom a temporary registration plate has been issued shall destroy the temporary plate immediately on receiving a license plate provided pursuant to section 28-2351 or a year validating tab. If a license plate or year validating tab is not received within forty-five days from issuance of the temporary registration plate, the owner shall destroy the

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temporary registration plate immediately on expiration of the forty-five day period.

- Sec. 7. Section 28-5009, Arizona Revised Statutes, is amended to read: 28-5009. <u>Prohibitions: violation: classification</u>
- A. A title service company shall not lend temporary registration plates to a person or use them on a vehicle owned by the company.
 - B. A person shall not:
- 1. ISSUE A TEMPORARY REGISTRATION PLATE BEFORE SENDING AN ELECTRONIC RECORD OF THE TEMPORARY REGISTRATION PLATE TO THE DEPARTMENT. A PERSON WHO VIOLATES THIS PARAGRAPH IS GUILTY OF A CLASS 3 MISDEMEANOR.
- $rac{1.}{2.}$ Issue a temporary registration plate containing a misstatement of fact. A person who violates this paragraph is guilty of a class 3 misdemeanor.
- 2. 3. Knowingly insert false information on the face of the temporary registration plate. A person who violates this paragraph is guilty of a class 2 misdemeanor.
- C. A licensee who assigns a license issued pursuant to this chapter to another person is guilty of a class 1 misdemeanor.
 - Sec. 8. Section 28-5101, Arizona Revised Statutes, is amended to read: 28-5101. Third party authorization
- A. The director may authorize third parties to perform certain title and registration, motor carrier licensing and tax reporting, dealer licensing and driver license functions.
- B. A person shall not engage in any business pursuant to this article unless the director authorizes the person to engage in the business.
- C. The director may furnish necessary documents, OR license plates or markers subject to this article.
- D. Except as provided in subsection E of this section, an authorized third party shall submit to the department all statutorily prescribed fees and taxes it collects. In addition to the statutorily prescribed fees and taxes, an authorized third party may collect and retain a reasonable and commensurate fee for its services.
- E. In addition to payment pursuant to section 28-374, the department shall reimburse the authorized third party as follows:
 - 1. One dollar of each registration fee.
 - 2. One dollar of each title fee.
- 3. An amount equal to two per cent of each vehicle license tax payment the authorized third party collects and submits to the department or four dollars for each registration year or part of a registration year, whichever is more. THE REIMBURSEMENT AMOUNT SHALL NOT EXCEED THE AMOUNT OF VEHICLE LICENSE TAX COLLECTED.
- 4. Four dollars for each application that the third party processes and that relates to driver licenses, nonoperating identification licenses or permits.

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- 5. An amount equal to two per cent of each overweight or excess size vehicle registration or permit fee the third party collects and submits to the department or one dollar for each overweight or excess size vehicle registration or permit processed, whichever is more.
- 6. One dollar for each motor vehicle record, excluding motor vehicle records released to commercial recipients, including insurers and their authorized agents as defined in section 28-450.
 - 7. Five dollars for each tax report filing.
- F. Each authorized third party that holds itself out as providing services to the general public shall post a sign in a conspicuous location in each facility of the authorized third party that contains the amount charged for each transaction performed by the authorized third party and the amount charged by the department for the same transaction.
 - Sec. 9. <u>Department of transportation; reimbursement; electronic</u>
 notification of the issuance of temporary
 registration plates

The department of transportation may require a third party electronic service provider to reimburse the department of transportation up to sixty thousand dollars for costs associated with the initial implementation of the electronic notification of the issuance of temporary registration plates pursuant to section 28-4549, Arizona Revised Statutes, as amended by this act.

Sec. 10. <u>Delayed repeal</u>
Section 9 of this act, relating to reimbursement, is repealed from and after June 30, 2003.

APPR TO BY THE GOVERNOR MAY 6, 2002.

FILED IN T. OFFICE OF THE SECRETARY OF STATE MAY 7, 2002.



Passed the House April 4, 2002,	Passed the Senate Opril 30, 20 02
by the following vote:54 Ayes,	by the following vote: $\frac{\partial}{\partial s}$ Ayes,
Nays, Not Voting	Nays, Not Voting
Speaker of the House	President of the Senate
Chief Clerk of the House	Secretary of the Senate
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at 2:50 Secretary to the Gover	Mamires
Approved this day of	
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June Vie Luce	
Governor of Arizona	EXECUTIVE DEPARTMENT OF ARIZONA OFFICE OF SECRETARY OF STATE
	This Bill was received by the Secretary of State
H.B. 2470	this 7 day of May, 2002, at 3:13 o'clock M. Secretary of state